



## **William B. “Bill” Sansom TVA Highlights**

Bill Sansom has provided steady leadership and business expertise that have helped guide the Tennessee Valley Authority through changing and challenging times since 2006. He has served two terms on the TVA board of directors (2006-2009 and 2010-2014) and has served three times as chairman.

Sansom was the first chairman of an expanded, part-time TVA board of directors, the first TVA chairman elected by the board membership and the first TVA chairman to work with a full-time Chief Executive Officer.

### **Major Board Actions and TVA Trends During Sansom Tenure**

#### **2006**

- Sansom joins the first TVA board restructured by Congress from three, full-time members with daily management responsibility into a more corporate-like, part-time body of nine members that sets agency policy and direction.
- Sansom is elected by the members to the first of three terms as chairman (2006-2008, 2008-2009 and 2011-2014) and helps guide organization of new board. The chairman previously was appointed by the President.
- The board selects Chief Operating Officer Tom Kilgore as TVA’s first Chief Executive Officer.
- TVA provides greater financial transparency by filing first 10-K annual report with the U.S. Securities and Exchange Commission.
- Board develops TVA Land Policy.

#### **2007**

- Browns Ferry Nuclear Unit 1 returns to service.
- Board approves completion of suspended Watts Bar Nuclear Unit 2.

#### **2008**

- Board adopts TVA Environmental Policy.
- TVA issues request for proposals for up to 1,500 megawatts of renewable energy, leading to fleet of Midwest wind contracts.

#### **2009**

- Approves Kingston ash spill resolution, embarking on \$1 billion cleanup to be complete in 2015.
- Adopts coal combustion product remediation plan, committing to an estimated \$1.5 billion conversion of all wet ash sites to dry storage by 2022.
- Adopts seasonal Time-Of-Use Rates.
- Board ends TVA Maintain and Gain land management policy.

**2011**

- TVA approves clean-air agreement with EPA, four states and three environmental groups, committing to retire 18 coal units and evaluate others for controls, conversion or closure by 2018.
- Adopts Natural Resource Plan.
- Board approves construction of scrubbers at Gallatin Fossil Plant.

**2012**

- Reaffirms commitment to Watts Bar 2, approves revised schedule and budget.
- John Sevier Combined-Cycle Gas Plant in Tennessee begins operation.
- Bill Johnson selected to succeed Kilgore as CEO.

**2013**

- Board approves retiring eight additional coal units for a total of 26 units, and construction of a gas plant at Paradise site in Kentucky.
- Approves redevelopment plan for Muscle Shoals Reservation in Alabama.
- Establishes a Regional Energy Resource Council.
- Begins update of 2011 Integrated Resource Plan to reflect changing economic, industry conditions.
- TVA sets a “live within our means” target of reducing Operations & Maintenance spending by a sustainable \$500 million by the end of fiscal year 2015.

**2014**

- In January, TVA’s power and transmission system meets several record winter peak demands and five of the Top 10 days for most energy used in TVA history.
- Watts Bar Nuclear 2 remains on schedule for most likely operation by December 2015.

**Selected Trends 2006-2013**

- Value of TVA assets has increased 34 percent to \$46.1 billion.
- Power system capacity has increased 9 percent, including addition of five combined cycle gas plants.
- Debt to total assets ratio has improved 19 percent.
- Interest on debt as a percent of revenue has decreased 19 percent.
- Operating cash flow has improved by 30 percent.
- Operating revenue has increased 22 percent
- Coal-fired emissions have declined 73 percent for sulfur, 76 percent for nitrogen and 33 percent for carbon.